

Commissioners:  
Robert Tucker, Chairman  
Ruby Poe  
Roy McGregor

## South Hopkins Water District

Phone 270-797-5760  
Fax 270-797-3800  
129 S. Main St. P. O. Box 487  
Dawson Springs, KY 42408

December 15, 2010

RECEIVED

DEC 17 2010

PUBLIC SERVICE  
COMMISSION

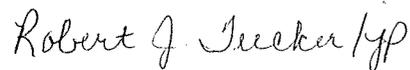
Mr. Jeff Derouen  
Public Service Commission  
P O Box 615  
Frankfort, KY 40601

Dear Mr. Derouen:

Per Brent Kirtley's email of November 23, 2010 enclosed is the original and ten copies of a signed tariff sheet pertaining to the Water Audit Recovery Charge for South Hopkins Water District as a part of Case No. 2010-00074.

If there are any questions, please call our office.

Sincerely,



Robert J. Tucker  
Chairman

RJT/jp

Enclosures

AREA Dawson Springs Area of Hopkins County

P.S.C. KY. NO. 1

Original SHEET NO. \_\_\_\_\_

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

South Hopkins Water District  
(Name of Utility)

Availability

The Water Audit Recovery Charge shall be assessed to each retail and wholesale customer of the District.

Separate Line Item

The Water Audit Recover Charge shall appear as a separate line on retail and wholesale customers' bills.

Calculation of Charge

The Water Audit Recovery Charge (WARC) shall be calculated as follows:

$WARC = (UP_{DS} + C_{WARC}) + WS_{SH}$  [per 1,000 gallons rate]

$UP_{DS} =$  Underpayments to Dawson Springs for Last Operating Year [Dollars]

= Audited Cost of Water sold by Dawson Springs to the District for the Last Operating Year less Cost of Water billed to the District during the Last Operating Year.

$C_{WARC} =$  Over-Collection or Under-Collection of WARC [Dollars]

= Authorized Total Revenue from WARC for Last Operating Year less Actual Total Revenue from WARC Collected During Last Operating Year. [This amount may be positive (if collected revenues are less than authorized revenues) or negative (if total collected revenues exceed authorized revenues).]

$WS_{SH} =$  Total Gallons of Water sold by the District during the Last Operating Year.

Recalculation of Charge

Within 30-days of receiving notice from Dawson Springs of the results of its annual audit regarding the cost of water produced at its water filtration plant, the District shall recalculate the WARC to reflect the results of the audit and any over- or under-collections of the WARC for the previous operating year and file a revised tariff sheet setting forth the revised WARC with the PSC as well as work papers used to recalculate the WARC.

Refunds of Overpayments Received from Dawson Springs

Any refunds received from the City of Dawson Springs for overpayment of the cost of water that the District purchased during the Last Operating Year shall be refunded in accordance with 807 KAR 5:068, Section 2(4), and not through the WARC.

Applicable Underpayments

The WARC shall be used to recover all underpayments owed to Dawson Springs under the terms of the 1978 Water Purchase Contract, as amended, for which the District received a notice of underpayment on or after the issuance of the Commission's Order on Rehearing in Case No. 2010-00074.

DATE EFFECTIVE September 22, 2010

Month / Date / Year

ISSUED BY Robert M. Tucker

(Signature)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2010-00074 DATED 9 / 22 / 2010